

**TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE**



**FISCAL NOTE**

**SB 2813 – HB 3131**

February 11, 2012

**SUMMARY OF BILL:** Extends initial issuance period for the Labrador Retriever Foundation new specialty earmarked license plates to July 1, 2013.

**ESTIMATED FISCAL IMPACT:**

**Increase State Revenue –**

**\$4,200/General Fund/One-Time/FY12-13**

**\$15,400/Labrador Retriever Foundation/FY12-13**

**\$12,300/Tennessee Arts Commission/FY12-13**

**\$3,100/Highway Fund/FY12-13**

**\$17,500/Labrador Retriever Foundation/FY13-14 and Subsequent Years**

**\$14,000/Tennessee Arts Commission/FY13-14 and Subsequent Years**

**\$3,500/Highway Fund/FY13-14 and Subsequent Years**

**Increase State Expenditures - \$4,200/One-Time/FY12-13**

**Assumptions:**

- Revenue (1,000 plates at \$35.00 each).
- According to the Department of Revenue, the cost of production has increased from \$3.76 per plate to \$4.25 per plate.
- Expenditures (Production cost: 1,000 plates at \$4.25 each = \$4,250 one-time).
- Pursuant to Tenn. Code Ann. § 55-4-201(h)(1), new specialty earmarked license plates will be subject to a minimum order of at least 1,000 plates prior to initial issuance. Any plate that does not meet the minimum order requirement within one year after passage of the act authorizing the plate will become invalid.
- The requisite number of plates will not be sold by the July 1, 2012, deadline.
- Net proceeds from the sale of such plates will be allocated as follows: 50 percent to the Labrador Retriever Foundation; 40 percent to the Tennessee Arts Commission; and 10 percent to the State Highway Fund.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read 'Lucian D. Geise'.

Lucian D. Geise, Executive Director

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